

## Message Text

UNCLASSIFIED

PAGE 01 STATE 181186

43

ORIGIN XMB-07

INFO OCT-01 NEA-14 ISO-00 EB-11 COME-00 TRSE-00 FRB-03

OPIC-12 AID-20 AGR-20 RSC-01 /089 R

66604

DRAFTED BY XMB:TEMORAN

APPROVED BY EB/CBA/OCA/REP:GPWILSON

EB/IFD/ODF:EMLINTON

NEA/ARP:MTDEFORD

XMB:CEHOUSTON/WWGLICK

----- 115578

R 191417Z AUG 74

FM SECSTATE WASHDC

TO AMEMBASSY JIDDA

UNCLAS STATE 181186

E.O. 11652: N/A

TAGS: EFIN, SA

SUBJECT: EXIM FINANCING FOR RICE MILL

1. AS EMBASSY AWARE EXIMBANK HAS ISSUED TO FOOD CORPORATION INTERNATIONAL (HOUSTON) A PRELIMINARY COMMITMENT TO ASSIST IN FINANCING ESTIMATED DOLS 2.5 MILLION COST OF U.S. GOODS AND SERVICES REQUIRED FOR CONSTRUCTION OF NEW RICE MILLING FACILITY. BORROWER WOULD BE NEW SAUDI COMPANY, SAUDIA INTERNATIONAL RICE CO. LTD., WHICH IS TO BE OWNED 49 PERCENT BY U.S. SPONSORS AND 51 PERCENT BY PRIVATE SAUDI INTERESTS.

2. IN SUPPORT OF LOAN APPLICATION WHICH WE UNDERSTAND WILL BE SUBMITTED TO EXIM WITHIN A MONTH OR SO, WE WOULD REQUIRE AN OFFICIAL STATEMENT BY THE APPROPRIATE ENTITY OF THE SAUDI GOVERNMENT TO THE EFFECT THAT SAG IS AWARE OF THE PROJECT AND EXIMBANK'S ROLE IN THE FINANCING AND POSES NO OBJECTIONS. PLEASE ADVISE WHICH SAG AGENCY IS EMPOWERED TO ISSUE SUCH STATEMENT FOR AND ON BEHALF OF SAG.

3. U.S. SPONSORS OF PROJECT STATE THAT THE SAUDI COMPANY  
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 181186

WILL BE GIVEN A FIVE YEAR TAX MORATORIUM AND THAT SAG WOULD

NOT ISSUE LICENSES FOR COMPETITIVE RICE MILLING FACILITY IN  
FUTURE UNLESS IT COULD BE SHOWN THAT PROPOSED U.S./SAUDI  
FACILITY UNABLE TO MEET NEEDS OF THE COUNTRY. PLEASE ADVISE  
WHICH SAG AGENCY OR AGENCIES COULD ISSUE SUCH COMMITMENTS  
FOR AND ON BEHALF OF SAG. KISSINGER

UNCLASSIFIED

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** RICE, CONSTRUCTION, LOANS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 19 AUG 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE181186  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** TEMORAN  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740228-0127  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740836/aaaabeuu.tel  
**Line Count:** 66  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN XMB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** boyleja  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 21 JUN 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <21 JUN 2002 by reddocgw>; APPROVED <23 JAN 2003 by boyleja>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** EXIM FINANCING FOR RICE MILL  
**TAGS:** EFIN, SA, XMB  
**To:** JIDDA  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005